GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:3395
ANSWERED ON:07.09.2007
MISUTIUZATION OF LOANS GRANTED BY IFCI
Ramadass Prof. M

Will the Minister of FINANCE be pleased to state:

(a) the number of companies granted loans by the Industrial Finance Corporation of India (IFCI) during the last one year;

(b) the number of companies reported alleged misutilisation of loans availed from IFCI and the related amount of funds;

(c) the corrective steps taken/being taken by the Government in this regard;

(d) whether the Government has evolved any system of monitoring and for judicious utilization of funds by these companies; and

(e) if so, the details thereof?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI PAW AN KUMAR BANSAL)

(a) & (b) : As per information received from IFCI, IFCI has not sanctioned any fresh loans to companies during the last one year.

(c), (d) and (e) : IFCI is a company registered under the Companies Act, 1956. The Government of India has no shareholiing in IFCI Ltd. The affairs of IFCI Ltd, are managed by its Board of Directors and it is for them to take necessary steps to protect the interests of IFCI Ltd.